



**STATE OF TENNESSEE  
DEPARTMENT OF FINANCE AND ADMINISTRATION  
STATE CAPITOL  
NASHVILLE, TENNESSEE 37243-0285**

**DAVE GOETZ  
COMMISSIONER**

FOR IMMEDIATE RELEASE  
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## **JULY REVENUES**

NASHVILLE – Revenue collections for July put year-end total revenues slightly above State Funding Board predictions.

“Once again, corporate tax collections were primarily responsible for the additional revenues we’ve experienced,” Finance & Administration Commissioner Dave Goetz said. “Sales tax collections, our primary source of revenue, in July finally achieved the yearly estimate for growth.”

Overall July revenues were \$859.3 million or \$32.5 million more than the state budgeted. On an accrual basis, July is the twelfth month in the 2006-2007 fiscal year.

The general fund was over collected by \$24.8 million, and the four other funds were over collected by \$7.7 million.

Sales tax collections were \$14.7 million more than the estimate for July. The July growth rate was 2.92%. For twelve months revenues are over collected by \$4.9 million. The year-to-date growth rate for twelve months was 4.42%.

Franchise and excise taxes combined were \$4.0 million above the budgeted estimate of \$49.3 million. For twelve months revenues are over collected by \$218.1 million.

Inheritance and estate tax collections were \$1.0 million above the July estimate. For twelve months collections are \$38.9 million above the budgeted estimate.

Gasoline and motor fuel collections for July increased by 5.31%. For twelve months revenues are over collected by \$17.0 million.

Year-to-date collections for twelve months were \$392.2 million more than the budgeted estimate. The general fund was over collected by \$345.2 million and the four other funds were over collected by \$47.0 million.

The budgeted revenue estimates are based on the State Funding Board's consensus recommendation adopted by the second session of the 104<sup>th</sup> General Assembly in May of 2006.

The revised estimates for 2006-2007 adopted by the first session of the 105<sup>th</sup> General Assembly in June of this year, compared to the budgeted estimates, assumed a total surplus of \$333.3 million; \$19.8 million in sales tax collections; \$205.1 million in franchise and excise taxes; and a net surplus in all other taxes of \$108.4 million. The general fund surplus was estimated to be \$303.6 million.

Actual collections for fiscal year 2006-2007 are subject to final accrual adjustments, expected before October, which may increase or decrease the final figures.

<p align="center"><b>REVENUE COLLECTIONS</b>  <b>JULY, 2007, AND 12 MONTHS YEAR-TO-DATE</b></p>
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**July Collections:**

	<b>Budgeted Accrual Estimate</b>	<b>Actual</b>	<b>Difference</b>
General Fund	\$679,816,000	\$704,608,000	\$24,792,000
Highway Fund	56,249,000	59,853,000	3,604,000
Sinking Fund	26,077,000	26,175,000	98,000
City & County Fund	61,629,000	65,586,000	3,957,000
Earmarked Fund	3,030,000	3,029,000	(1,000)
<b>Total</b>	<b>\$826,801,000</b>	<b>\$859,251,000</b>	<b>\$32,450,000</b>

**Year-To-Date Collections:**

	<b>Budgeted Accrual Estimate</b>	<b>Actual</b>	<b>Difference</b>
General Fund	\$8,905,000,000	\$9,250,238,000	\$345,238,000
Highway Fund	651,400,000	665,766,000	14,366,000
Sinking Fund	310,600,000	310,566,000	(34,000)
City & County Fund	775,300,000	807,619,000	32,319,000
Earmarked Fund	32,000,000	32,315,000	315,000
<b>Total</b>	<b>\$10,674,300,000</b>	<b>\$11,066,504,000</b>	<b>\$392,204,000</b>

Table 1  
Tennessee Department of Revenue  
Comparative Statement of Collected Revenues

Class of Tax	July			
	2006	2007	Change	Percent
Franchise & Excise	\$59,688,000	\$53,322,000	-\$6,366,000	-10.67%
Income	1,243,000	934,000	-309,000	-24.86%
Inheritance & Estate	6,972,000	5,709,000	-1,263,000	-18.12%
Gasoline	53,455,000	56,166,000	2,711,000	5.07%
Petroleum Special	5,603,000	5,836,000	233,000	4.16%
Tobacco	9,912,000	10,074,000	162,000	1.63%
Beer	1,723,000	1,627,000	-96,000	-5.57%
Motor Vehicle Registration	21,289,000	21,215,000	-74,000	-0.35%
Motor Vehicle Title	909,000	932,000	23,000	2.53%
Mixed Drink	4,156,000	4,734,000	578,000	13.91%
Business	1,574,000	3,126,000	1,552,000	98.60%
Privilege	30,376,000	31,546,000	1,170,000	3.85%
Gross Receipts	7,029,000	12,219,000	5,190,000	73.84%
TVA - In Lieu of Tax Payments	18,344,000	21,115,000	2,771,000	15.11%
Alcoholic Beverage	3,700,000	3,857,000	157,000	4.24%
Sales and Use	591,197,000	608,433,000	17,236,000	2.92%
Motor Vehicle Fuel	16,948,000	18,042,000	1,094,000	6.46%
Severance	154,000	122,000	-32,000	-20.78%
Coin-operated Amusement	148,000	179,000	31,000	20.95%
Unauthorized Substance	48,000	63,000	15,000	31.25%
Total	\$834,468,000	\$859,251,000	\$24,783,000	2.97%

Table 2  
Tennessee Department of Revenue  
Comparative Statement of Collected Revenues

Class of Tax	August - July			
	2005-2006	2006-2007	Change	Percent
Franchise & Excise	\$1,495,034,000	\$1,749,058,000	\$254,024,000	16.99%
Income	193,126,000	248,837,000	55,711,000	28.85%
Inheritance & Estate	76,752,000	109,927,000	33,175,000	43.22%
Gasoline	605,573,000	612,770,000	7,197,000	1.19%
Petroleum Special	64,506,000	65,324,000	818,000	1.27%
Tobacco	125,827,000	135,964,000	10,137,000	8.06%
Beer	18,455,000	18,393,000	-62,000	-0.34%
Motor Vehicle Registration	251,647,000	259,860,000	8,213,000	3.26%
Motor Vehicle Title	10,989,000	11,105,000	116,000	1.06%
Mixed Drink	49,058,000	53,580,000	4,522,000	9.22%
Business	118,136,000	135,531,000	17,395,000	14.72%
Privilege	335,698,000	350,675,000	14,977,000	4.46%
Gross Receipts	21,155,000	26,802,000	5,647,000	26.69%
TVA - In Lieu of Tax Payments	220,019,000	247,478,000	27,459,000	12.48%
Alcoholic Beverage	40,184,000	41,765,000	1,581,000	3.93%
Sales and Use	6,521,945,000	6,810,243,000	288,298,000	4.42%
Motor Vehicle Fuel	181,241,000	185,686,000	4,445,000	2.45%
Severance	1,809,000	1,572,000	-237,000	-13.10%
Coin-operated Amusement	304,000	341,000	37,000	12.17%
Unauthorized Substance	928,000	1,593,000	665,000	71.66%
Total	\$10,332,386,000	\$11,066,504,000	\$734,118,000	7.11%

**Table 3**  
**August - July Revenue Overcollections/(Undercollections)**  
**Budgeted Estimate**

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Sales Tax	\$ 4,700,000	\$ 200,000	\$ 4,900,000
Income Tax	30,100,000	15,200,000	45,300,000
Inheritance Tax	38,900,000	0	38,900,000
Privilege Tax	10,500,000	300,000	10,800,000
Business Tax	11,300,000	0	11,300,000
TVA	11,500,000	8,000,000	19,500,000
Gross Receipts	5,000,000	0	5,000,000
Gasoline & Motor Fuel Taxes	300,000	16,700,000	17,000,000
Motor Vehicle Registration	(100,000)	5,000,000	4,900,000
Other Taxes	14,900,000	1,600,000	16,500,000
<b>Sub-Total</b>	<b>\$ 127,100,000</b>	<b>\$ 47,000,000</b>	<b>\$ 174,100,000</b>
F & E Taxes	218,100,000	0	218,100,000
<b>Total</b>	<b>\$ 345,200,000</b>	<b>\$ 47,000,000</b>	<b>\$ 392,200,000</b>